

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
RETIREE HEALTH INSURANCE FUND**

SCHEDULES OF INVESTED ASSETS

September 30, 2006 and 2005

	<u>2006</u>	<u>2005</u>
Major Medical Investments (at fair value)		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ 68,140,539	\$ 54,597,403
Marketable debt securities		
Intermediate-term Fixed Income Pool	-	48,865,163
Broad Market Fixed Income Pool	69,082,335	71,696,597
SOA International Equity Pool	9,790,636	-
Non-retirement Domestic Equity Pool	23,153,762	-
Income receivable	<u>264,778</u>	<u>156,865</u>
Total Major Medical assets	<u>170,432,050</u>	<u>175,316,028</u>
Long Term Care Investments (at fair value)		
Cash and cash equivalents		
Short-term Fixed Income Pool	2,691,878	1,874,385
Marketable debt and equity securities		
Broad Market Fixed Income Pool	43,928,140	37,933,472
SOA International Equity Pool	26,940,434	20,515,072
Non-retirement Domestic Equity Pool	63,970,070	52,486,505
Income receivable	<u>8,019</u>	<u>6,117</u>
Total Long Term Care assets	<u>137,538,541</u>	<u>112,815,551</u>
Total invested assets	<u>\$ 307,970,591</u>	<u>\$ 288,131,579</u>

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
RETIREE HEALTH INSURANCE FUND**

**SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS**

For the Period Ended September 30, 2006

	<u>CURRENT MONTH</u>	<u>YEAR TO DATE</u>
Investment Income		
Earned by Major Medical assets		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ 264,778	\$ 518,552
Marketable debt securities		
Intermediate-term Fixed Income Pool	-	803,642
Broad Market Fixed Income Pool	614,049	2,727,703
SOA International Equity Pool	40,636	40,636
Commission Recapture - International	-	-
Non-retirement Domestic Equity Pool	<u>393,762</u>	<u>393,762</u>
Total income (loss) accruing to Major Medical assets	<u>1,313,225</u>	<u>4,484,295</u>
Earned by Long Term Care assets		
Cash and cash equivalents		
Short-term Fixed Income Pool	8,019	24,596
Marketable debt and equity securities		
Broad Market Fixed Income Pool	390,464	1,583,897
SOA International Equity Pool	111,815	839,155
Commission Recapture - International	-	147
Non-retirement Domestic Equity Pool	<u>1,406,159</u>	<u>2,796,532</u>
Total income (loss) accruing to Long Term Care assets	<u>1,916,457</u>	<u>5,244,327</u>
Total investment income	3,229,682	9,728,622
Total invested assets, beginning of period	295,819,049	281,069,792
Net contributions (withdrawals)	<u>8,921,860</u>	<u>17,172,177</u>
Total invested assets, end of period	<u>\$ 307,970,591</u>	<u>\$ 307,970,591</u>

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

RETIREE HEALTH INSURANCE FUND
Asset Allocation Policy with Actual Investment Holdings as of 9/30/2006
(Stated in Thousands)

Asset Allocation Policy Effective Date: 7/1/06

Fund established 7/1/98	Asset Allocation		Market Values	Current Allocation	Current Variance	
<u>AY 03 Major Medical</u>	Policy	Range				
Cash and cash equivalents						
Short-term Fixed Income Pool	38.00%	23%-53%	68,140	40.04%	N/A	
Total cash and cash equivalents		Residual	68,140	40.04%	N/A	
Marketable debt securities						
Intermediate-term Fixed Income Pool	0.00%	0.00%	-	0.00%	0.00%	
Broad Market Fixed Income Pool	42.00%	27%-57%	69,082	40.60%	1.40%	
Total Marketable debt securities	42.00%		69,082	40.60%	1.40%	
Equity Mutual Funds						
SOA Int'l Equity Pool	6.00%	2%-10%	9,791	5.75%	0.25%	
Non-retirement Domestic Equity Pool	14.00%	9%-19%	23,154	13.61%	0.39%	
Total investments AY 03 Major Medical	100.00%		170,167	80.64%	1.40%	
Income Receivable			265			
Total Invested Assets At Fair Value			170,432			
<u>AY 11 Long Term Care</u>	Notes	Policy	Range	Market Values	Current Allocation	Current Variance
Cash and cash equivalents						
Short-term Fixed Income Pool		1.00%	0%-2%	2,692	1.96%	N/A
Total cash and cash equivalents		1.00%		2,692	1.96%	N/A
Marketable debt securities						
Broad Market Fixed Income Pool		31.00%	21%-41%	43,928	31.94%	-0.94%
Total Marketable debt securities		31.00%		43,928	31.94%	-0.94%
Equities						
SOA Int'l Equity Pool		19.00%	15%-23%	26,941	19.59%	-0.59%
Non-retirement Domestic Equity Pool		49.00%	39%-59%	63,970	46.51%	2.49%
Total investments AY 11 Long Term Care		100.00%		137,531	100.00%	0.00%
Income Receivable				8		
Total Invested Assets At Fair Value				137,539		
Total Invested Assets at Fair Value				307,971		